### Legal Title
Economic Recovery Fund

### Legal Citation/Authority
Chapter 2, Statutes of 2003 (ABX5 9)
Government Code sections 99050 (General Provisions), 99060 (Creation)

### Fund Classification

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### Purpose
Chapter 2, Statutes of 2003 (ABX5 9), enacted the Economic Recovery Bond Act (Act), which authorizes the issuance of bonds in an amount not to exceed $15 billion for purposes of financing the accumulated state budget deficit. The Economic Recovery Fund was created to deposit the proceeds of bonds issued and sold pursuant to the provisions of the Act.

Pursuant to Section 99060 (b), the money in this fund will be invested in the Surplus Money Investment Fund, and any income from that investment will be credited to the fund.

### Administering Agency/Organization Code
State Treasurer’s Office/ Org 0950

### Major Revenue Source
Proceeds of bonds issued and sold pursuant to the Economic Recovery Bond Act.

### Disposition of Fund (upon abolishment)
Section 99060 (c), provides that except for amounts necessary to pay costs of issuance, administrative costs, and any other costs payable in connection with the bonds, and to retire or refund bonds issued and sold under Title 17 (commencing with Section 99000), the remaining balance of the fund, as determined by the committee, will be transferred to the General Fund to fund the purposes of the Act.

### Appropriation Authority
This money in this fund is continuously appropriated to pay costs of issuance, administrative costs, and any other costs associated with the bonds.

### State Appropriations Limit
**Always Excluded** – Revenues in this fund are not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is derived from a Bond Fund.

### Comments/Historical Information
Section 7203.1 of the Revenue and Taxation Code contains an urgency statute providing for the immediate effect of the Act.